How Can Institutional Researchers Use Employment Data?

Connecting Unemployment Insurance (UI) Wage and Baccalaureate Data

Association for Institutional Research Annual Forum June 2012

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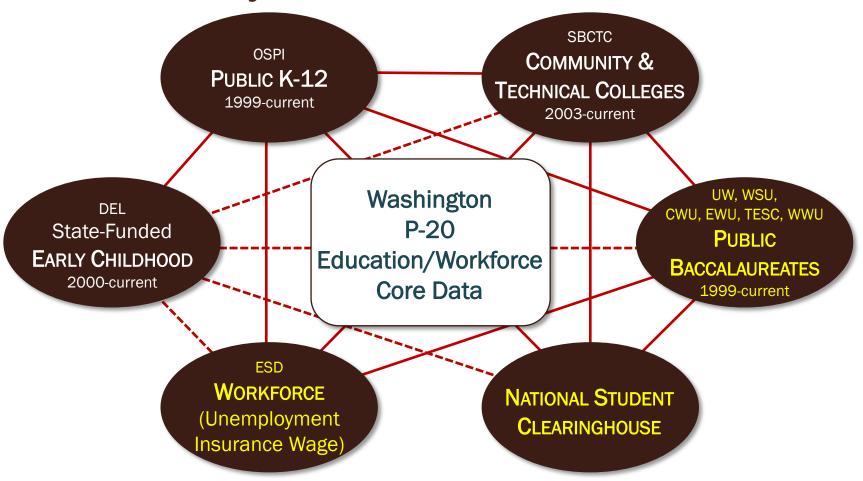
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Washington State Office of Financial Management Education Research & Data Center

Presentation Outline

- Data governance context in Washington
- Using employment data
- Findings from The Evergreen State College perspective

P-20W Data System



 $OSPI = Office \ of \ Superintendent \ of \ Public \ Instruction$

DEL = Department of Early Learning

ESD = Employment Security Department

SBCTC = State Board for Community & Technical Colleges

UW = University of Washington

WSU = Washington State University

CWU = Central Washington University

EWU = Eastern Washington University

TESC = The Evergreen State College

WWU = Western Washington University

Research Questions Inform ERDC Work

- How many graduates stay in Washington and participate in the workforce?
- In which industries are our graduates employed?
- How do employment characteristics vary by student major field of study?
- What is the effect of the current recession on employment of graduates?
- Do graduates stay with the same employer they had while enrolled?

P-20W Data Governance Goals

- Protect student and employer privacy consistent with applicable laws
- Promote responsible data use
- Increase accessibility of de-identified P-20W data

UI Wage Data: Employment Data Gold Mine

- UI = Unemployment Insurance
- Employers covered by the UI Program submit quarterly:
 - Total wages
 - Washington and a few other states report hours worked
 - Employee name, SSN
- Employer characteristics can be added to wage record
 - Industry
 - Ownership (private, government, foreign)
 - Number of employees
 - Location

Advantages of Using UI Wage Data

- Covers over 97% of employees (non-farm)
- Can be linked to employer characteristics
- Cost-effective!
- Valuable information to inform policy and investment discussions
- Consumer information for prospective students

But no single source is perfect...

We don't know:

- Employment outside Washington
- Occupation
- Distribution of wages within a quarter
- Different jobs for a single employer
- Specific employee locations for multi-site employers
- Predecessor-successor employer relationships
- Some types of employment
 - e.g., self-employed, some non-profit employees

Background: Employer Characteristics

- North American Industry Classification System (NAICS)
 - Hierarchical 6 levels

22 Utilities

221 Utilities

2211 Electric Power Generation, Transmission & Distribution

22111 Electric Power Generation

221113 Nuclear Electric Power Generation

- Ownership codes: Private, Government (Local and State),
 Foreign
- Occupation is not provided

What's in a UI Wage Record?

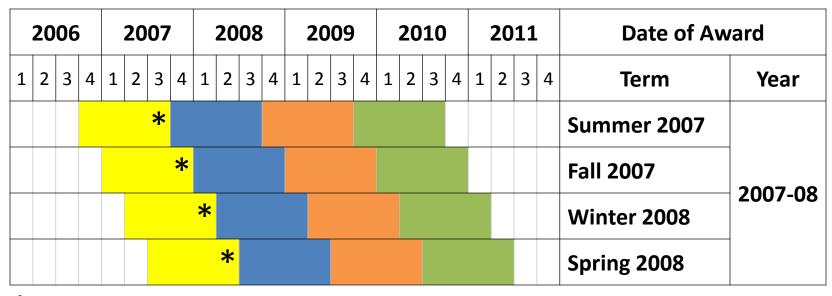
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        Employer Account
                                                      Industry
    Quarter
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UI Wage Record

Employer Characteristics

One record for every Year-Quarter-Employee-Employee

Registering to an Event (Receipt of Degree)



* Date of award (calendar quarter)

Reference years:

0

Preparation of Employment Data

- Employer Account → Employer Research ID
- SSN → Student Research ID
- Industry Code → Reduced to 2- or 3-digit
- Number of Employees → Size classes
- Unchanged: wages, hours, year, quarter
- Additions:
 - Inflation-adjusted wages (plus values of index used)
 - Imputation details (basis for imputation, imputed hours)
 - State minimum wage values
 - Industry "Supersector" of employer smaller, more easily managed set of industry categories
 - Reference year and quarter

Preparation of Student Completions Data

- Student ID → Student Research ID
- Birthdate \rightarrow Age group
- Specific CIP codes for major may be aggregated
- Other characteristics (race/ethnicity, geographic origin) may be grouped into broader categories
- Groupings will be done in consultation with IR shops and will not necessarily be the same across all institutions
- Possible addition of survey results
- Enrollment status by year (Washington public institution data plus National Student Clearinghouse)

Two Files to the IR Shop

Wage **Detail** File

- One record for each year-quarter-employer-employee where year-quarter falls within study range
- Original data (de-identified) as described plus additional elements

Wage **Summary** File

- Annual (by reference year): primary employer (corresponds to highest total wages in a year), industry of primary employer, industry super-sector of primary employer, size class of primary employer, part-time/full-time status of employee, number of employers, total wages
- Survey results and enrollment information

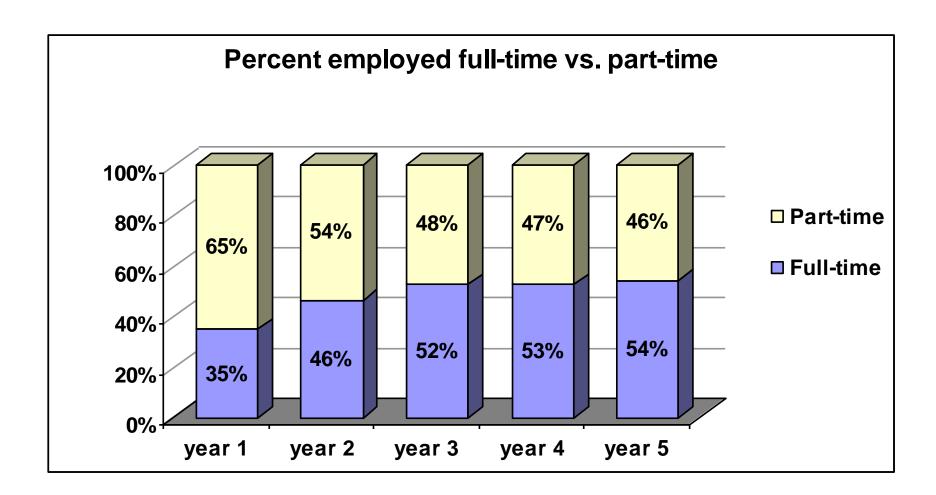
Alumni Wage Match Overview

	Total Alumni	Alumni with SSN	Had a Primary Employer in UI data	% with WA UI wage record
Class of 2006	1,272	1,265	995	79%
Class of 2008	1,100	1,093	850	78%
Class of 2009	1,085	1,079	763	71%

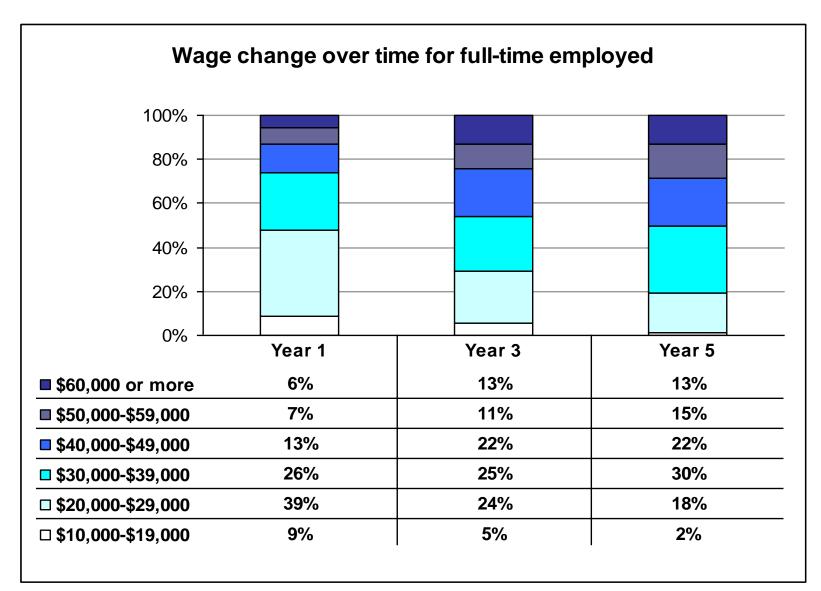
Employment Sector Distribution

	year 1	year 2	year 3	year 4	year 5
Total with employment records	71%	60%	55%	51%	48%
Natural resources and mining	1%	1%	1%	1%	0%
Construction	3%	2%	2%	2%	2%
Manufacturing	3%	3%	2%	2%	3%
Trade, Transportation, and Utilities	14%	14%	13%	12%	13%
Information	2%	3%	3%	2%	2%
Financial activities	4%	3%	3%	3%	3%
Professional and Business Services	13%	14%	13%	13%	12%
Education Services	15%	11%	14%	15%	14%
Health Services	14%	17%	17%	16%	18%
Leisure and Hospitality	14%	12%	11%	10%	11%
Other Services	4%	5%	4%	4%	4%
Public Administration	13%	16%	17%	19%	19%

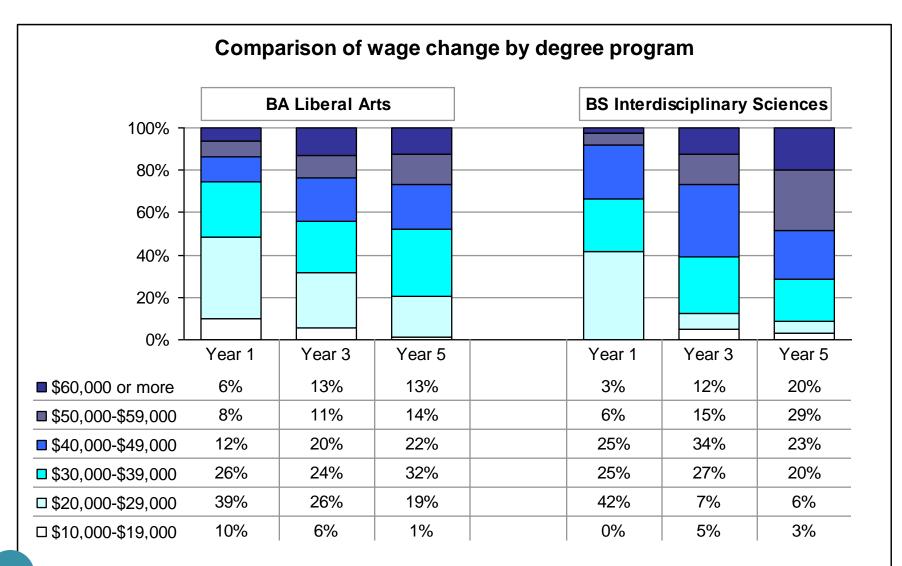
Change in Employment Level



Change in Wages



Change in Wages



Do graduates work for same employer as when they graduated?

Age Group (Yr of Grad)	N	Same employer at Yr 0 at some point Yr 1-5	Mean # primary employers	More than 1 primary in 5 yrs after grad
18-22	161	30%	1.77	52%
23-29	510	33%	1.86	56%
30 and older	323	48%	1.77	51%

Relationship of Industry and Occupation (per Alumni Survey)

Business & Financial Operations

Management

Public Administration

Community & Social Services

Legal Occupations

Life Science

Office/Administrative Support

Building/Grounds Maintenance

Farming/Fishing/Forestry

Relationship of Industry and Occupation (per Alumni Survey)

Food Preparation/Serving

Office/Administrative Support

Leisure & Sales

Hospitality

Farming/Fishing/Forestry

Business & Financial Operations

Education/Training

Personal Care and Services

Life Science

Media & Communications

Matching UI Wage Data with Alumni Survey Data

Total Matched Research Records	281	
Alumni Survey Employed	196	70%
UI Wage Data Employed	174	62%

Compare Alumni Survey Employment to UI Wage Employment

Alumni "Primary" Occupation	Employed per Survey	Employed WA UI	% of group UI Wage located
Private	96	68	71%
Public	54	41	76%
Non-profit	46	34	74%
No Employment Indicated	85	31	36%
Self-employed/ Own Business	25	14	56%

Resources

- Washington Education Research & Data Center (ERDC)
 - ERDC website: www.erdc.wa.gov (Employment Data Handbook coming soon)
- NCES Privacy Technical Assistance Center
 - "Statistical Methods for Protecting Personally Identifiable Information in Aggregate Reporting" (NCES SLDS Technical Brief #3)

 nces.ed.gov/pubsearch/pubsinfo.asp?pubid=2011603
- National Industry-Specific Occupational Employment and Wage Estimates
 - www.bls.gov/oes/2011/may/oessrci.htm#61
- Jacob France Institute, University of Baltimore
 - <u>www.ubalt.edu/jfi</u> (additional sources of employment information)
- Handouts from "Workforce Connections with Postsecondary Education," presented Monday,
 June 4, 1 p.m., this conference (#2713), by Chris Mullin (AACC), Brian Prescott (WICHE),
 and David Stevens (UB/JFI)
- State Labor Market Information (LMI) Directors (employment information for your state)
 - lmiontheweb.org/?page=8

Thanks for your time!

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